

## Assembly Bill No. 863

### CHAPTER 263

An act to add Chapter 2.98 (commencing with Section 7286.75) to Part 1.7 of Division 2 of the Revenue and Taxation Code, relating to taxation.

[Approved by Governor September 8, 2001. Filed with Secretary of State September 10, 2001.]

#### LEGISLATIVE COUNSEL'S DIGEST

AB 863, Thomson. Transactions and use tax: City of West Sacramento.

Existing law authorizes various local governmental entities, subject to certain limitations and approval requirements, to levy transactions and use taxes in accordance with the procedures and requirements set forth in the Transactions and Use Tax Law.

This bill would additionally authorize the City of West Sacramento, subject to the approval of  $\frac{2}{3}$  or a majority of the voters voting on the issue at an election, to levy a tax pursuant to the Transactions and Use Tax Law at a rate of 0.25% or 0.5%.

This bill would make legislative findings and declarations as to the necessity of a special statute.

*The people of the State of California do enact as follows:*

SECTION 1. Chapter 2.98 (commencing with Section 7286.75) is added to Part 1.7 of Division 2 of the Revenue and Taxation Code, to read:

#### CHAPTER 2.98. WEST SACRAMENTO TRANSACTIONS AND USE TAX

7286.75. (a) Subject to subdivision (b), the City of West Sacramento may levy a transactions and use tax at a rate of 0.25 percent or 0.5 percent, if an ordinance proposing that tax is approved by a two-thirds vote of all of the members of the city council and the tax is approved by either a two-thirds or a majority vote of qualified voters of the city voting in an election on the issue, as determined by the ordinance proposing the tax and establishing how the revenues derived from the tax shall be expended.



(b) Any transactions and use tax imposed pursuant to this section shall be levied in accordance with Part 1.6 (commencing with Section 7251).

SEC. 2. The Legislature finds and declares that a special law is necessary and that a general law cannot be made applicable within the meaning of Section 16 of Article IV of the California Constitution because of the uniquely difficult fiscal pressures being experienced by the City of West Sacramento in providing essential services and funding for city programs and operations.

